

April 30, 2015

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Kent L. Jones, P.E. Utah State Engineer Division of Water Rights 1594 West North Temple, #220 Salt Lake City, UT 84114-6300

Re: Deer Creek Reservoir/Jordanelle Reservoir Operating Agreement - May 1 Election Under Paragraph 9(b)

Dear Mr. Jones:

Pursuant to paragraph 9(b) of the Deer Creek Reservoir/Jordanelle Reservoir Operating Agreement ("Operating Agreement"), Provo River Water Users Association ("Association") hereby elects 10,000 acre-feet ("AF") of water be allocated to the Association as Provo River Project ("PRP") waters on the applicable terms and conditions set forth in subparagraphs 9(b)(1) through 9(b)(4) inclusive. We estimate that after appropriate deductions for evaporation there is sufficient PRP foreign return flow water in Utah Lake from previous years. The storage and allocation of those waters should be first from PRP water right no. 55-262 (A12144). The balance should be allocated from PRP water right no. 55-295 (A16642). We respectfully request that such allocation be made when the quantities of water stored under each water right are determined.

The water stored under PRP water rights as described above shall be subject to the replacement to PacifiCorp for the energy losses at the Olmstead power plant resulting from such storage. The Association will be subject to a debit to the Association's energy credit balance with PacifiCorp under paragraph 11 of the 1938 Power Contract in accordance with paragraph 9(b) of the Operating Agreement.

As a further result of the above, the Central Utah Water Conservancy District ("CUWCD") would not be required to replace the corresponding losses in generation at the Deer Creek power plant and would be entitled to a credit for such reductions charged to CUWCD.

We trust that the foregoing will meet with your approval. Please call if you have any questions.

Sincerely.

G. Keith Denos, P.E. General Manager RECEIVED

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WATER RIGHTS KH SALT LAKE

CC:

Stanley Roberts

Richard Tullis Wavne Pullan

Troy Stout

Provo River Commissioner

Central Utah Water Conservancy District (rich@cuwcd.com)

Bureau of Reclamation (wpullan@usbr.gov)

PacificCorp (troy.stout@PacifiCorp.com)